

February 6, 2022

Senator Erin P. Murphy, Chair
State and Local Government and Veterans
Committee
3211 Minnesota Senate Building
Saint Paul, MN 55155

Representative Ginny Klevorn, Chair
State and Local Government Finance and Policy
581 State Office Building
Saint Paul, MN 55155

Senator Bruce Anderson, Ranking Member
State and Local Government and Veterans
Committee
2209 Minnesota Senate Building
Saint Paul, MN 55155

Representative Jim Nash, Ranking Member
State and Local Government Finance and Policy
349 State Office Building
Saint Paul, MN 55155

Subject: 2022 Accommodation Fund Report

Dear Legislators,

The attached report is submitted on behalf of the Department of Administration and in accordance with Minnesota Statutes §16B.4805, Subdivision 6. The report details the reimbursement of state agencies for the cost of expenses incurred in making reasonable accommodations that occurred in calendar year 2022.

Please contact my office if you have any questions or need assistance.

Sincerely,



Alice Roberts-Davis
Commissioner

Attachment

cc: Legislative Reference Library

Accommodation Reimbursement Fund

February 2023

Table of Contents

Table of Contents.....	2
Contact.....	2
Introduction	3
Background.....	3
Accommodation Fund	3
Implementation.....	4
Eligibility	4
2022 Summary.....	4
Reimbursement Requests	4
Conclusion	6

Upon request, this document will be made available in an alternative format such as large print, braille, or audio recording.

Contact

STAR Program
358 Centennial Office Building
658 Cedar Street
Saint Paul, MN 55155

Phone: 651-201-2640 or toll-free at 1-888-234-1267
MN Relay: 7-1-1 or 800-627-3529
Fax: 651-282-6671
Email: star.program@state.mn.us

Introduction

This annual report on the State's Accommodation Reimbursement Fund is mandated under [Minnesota Statutes, Section 16B.4805, Subd. 6](#).

Background

The State of Minnesota recognizes the significant contribution workers with disabilities make to keep the state competitive in a global economy. To remain competitive, the State must aggressively pursue new and inclusive recruitment strategies to both prepare for the rapidly approaching workforce shortage, and ensure a state government that reflects the people it serves. However, workers with disabilities remain an underutilized resource. In 2021, there were nearly 327,000 Minnesotans with disabilities of typical working ages (18-64) of which 50% were not working.¹

Minnesota Management and Budget (MMB), in collaboration with the Commission of Deaf, DeafBlind, and Hard of Hearing Minnesotans (MNCDHH) submitted a report to the Legislature in 2015, noting that:

Several studies have cited a centralized reasonable accommodation fund as a best practice for hiring individuals with disabilities. Specifically, it can reduce the unconscious or conscious bias a hiring manager may experience when considering an applicant with a disability and the associated costs of workplace accommodations. This bias has been shown to potentially deter a manager from hiring an individual with a disability.²

Subsequent to this report, legislation was enacted to establish a fund to reimburse state agencies for qualifying reasonable accommodation expenses to better support the hiring and retention of workers with disabilities.

Accommodation Fund

During the 2015 Legislative Session, \$200,000 was appropriated to the Department of Administration to establish an accommodation fund for the purpose of reimbursing state agencies (as defined in Minnesota Statutes, section 16A.011, subd. 12) up to 100 percent of the cost of reasonable accommodation expenses in accordance with Minnesota Statutes, section 16B.4805, subd. 6.

In 2017, the statute³ was amended to allow the Commissioner of Administration to reimburse state agencies up to 50 percent of the cost of expenses incurred in making reasonable accommodations.

¹ (2021). American community Survey, B18120, Employment Status by Disability Status and Type.

² (2015, February 26). Centralized Reasonable Accommodation Fund Study - Minnesota.... Retrieved January 12, 2017, from <https://www.leg.state.mn.us/docs/2015/mandated/150351.pdf>

³ Minnesota Statute 16B.4805 <https://www.revisor.mn.gov/statutes/cite/16B.4805>

The goal of the accommodation fund is twofold:

1. To provide an equal footing for job applicants with disabilities during the hiring process, in support of Executive Order 19-14; and,
2. To provide for a more inclusive workplace environment for current state employees with disabilities.

The three types of accommodation expenses eligible for reimbursement are:

1. For **applicants for employment** in any amount;
2. For **current employees** for services that are needed on a periodic or ongoing basis; and
3. For **current employees** for one-time expenses that total more than \$1,000 for a single employee in a fiscal year

During Fiscal Year 2016, the Department of Administration (Admin) set up the fund and a method for distribution. Since its establishment, Admin has distributed approximately \$780,300 in reimbursement to agencies for accommodations.

Implementation

The Accommodation Fund is administered by the Department of Administration's STAR (System of Technology to Achieve Result) program. STAR is federally-funded and provides assistive technology services to help Minnesotans with disabilities of all ages increase their independence at home, school, work, and in their communities.

Eligibility

Eighty-one executive branch agencies, boards, councils, and commissions are eligible to submit requests for reimbursement of reasonable accommodations subject to established eligibility requirements.

Reimbursement requests may only be submitted for state employees and job applicants. Reasonable accommodations provided on behalf of board members, unpaid student workers, interns, and volunteers do not qualify for reimbursement.

2022 Summary

Reimbursement Requests

Agency Requests – Fiscal Year 2022

During FY22, ten agencies **requested** reasonable accommodation expense reimbursements totaling \$272,209.82. The following breakdown is provided by legislative committee.

HHS Finance Committee \$54,806.70 20%

- Department of Human Services – \$47,178.70

- Board of Social Work - \$7,628.00

Human Services Reform \$20,150.45 - 8%

- MN Council on Disability - \$20,150.45 8%

Public Safety Finance \$3,206.81 – 1.21%

- Department of Public Safety - \$3,206.81

Job Growth \$ 109,939.01–41.55%

- Department of Employment and Economic Development - \$109,939.01

State Government Finance \$59,085.04–22.33%

- MN.IT Services - \$36,735.12
- Revenue - \$16,704.00
- MMB- \$5,645.92

Environment & Natural Resources \$7,779.07 2.94%

- Department of Natural Resources - \$7,779.07

Housing Finance and Policy \$17,242.74 6.52%

- Housing and Finance Agency - \$ 17,242.74

Approved Requests – FY22

The Accommodation Fund approved and reimbursed 142 requests submitted by state agencies.

Number of Approved Reimbursement by Functional Need in FY22

- Vision (11)
- Learning/Cognition (4)
- Hearing (125)
- Physical/Mobility (2)

Number of Reimbursements Approved by Accommodation Type in FY22

- One-time expenses for a state employee that total more than \$1000 in a fiscal year (8)
- Periodic or ongoing services for a state employee (133)
- Combination periodic services/one-time expense in fiscal year for a state employee (0)

- Combination periodic services/one-time expense in fiscal year and any expense for a job applicant (1)

Recipients (Applicants/Employees)

Of the 142 requests made during FY22:

- 141 requests were for state employees
- 1 request was for a job applicant who was not hired.

Agency Reimbursements Received – FY22

The ten agencies listed below *received* a total of \$135,546.00 during FY22:

HHS Finance Committee \$27,403.36– 20%

- Department of Human Services - \$23,589.36
- Board of Social Work- \$3,814.00

Human Services Reform Finance \$9,004.28 – 6.84%

- MN Council on Disability - \$9,004.28

Public Safety Finance \$1,603.41 - 1%

- Department of Public Safety - \$1,603.41

Job Growth \$54,969.52–42%

- Department of Employment and Economic Development - \$54,969.52

State Government Finance \$29,542.52 - 22%

- MN.IT Services - \$18,367.56
- Revenue - \$8,352.00
- MMB- \$2,822.96

Environment & Natural Resources \$4,401.54–3%

- Department of Natural Resources - \$4,401.54

Housing Finance and Policy - \$8,621.37 - 7%

- Housing Finance and Policy - \$8,621.37

Conclusion

Due to the current eligibility threshold requirement that one-time expenses must be \$1,000 or more to be eligible for reimbursement, the fund continues to provide more reimbursements to agencies for employees with ongoing or periodic needs versus those agencies whose employees whose needs can be addressed by one-time purchases of assistive technology.
